

EASTERN ALEUTIAN TRIBES

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May 4, 2017

Chairman Ajit Pai Commissioner Mignon Clyburn Commissioner Michael O'Rielly Federal Communications Commission 445 12th Street, SW Washington, DC 20554

Dear Chairman Pai and FCC Commissioners:

Thank you for your support of the Rural Health Care Program. As you recognized in a recent Senate Commerce Committee FCC Oversight hearing, broadband telemedicine is a critical component of addressing the health care needs of Alaskans.

Telemedicine has allowed us to dramatically improve access to care, accelerate diagnosis and treatment, avoid unnecessary medivacs and expand local treatment options. It has also helped reduce Medicaid costs. In our region, we rely on satellite transmission circuits. We have utilized this to go electronic with our medical records and telehealth systems. Our primary and specialty clinic support is in Anchorage, which is 1,200 miles from our farthest clinic in Adak. We rely on these network circuits to ensure our patients get the best care possible. Our clinical staff, the primary care doctors and specialty doctors can now see in real time what is being entered into the patients' medical record. This has greatly improved medication management, reduced hospital re-admittance, increased patient safety and brings a sense of security for all who manage the patients' care.

However, the current \$400 million Rural Health Care Universal Service Support budget remains at the initial level set in 1997, despite inflation, advances in technology, and increased demand for services. The Universal Service Administrative Committee also recently announced that it exceeded the funding cap for the current 2016 fiscal year ending June 30, 2017. Applicants that filed during the Sept. 1 – Nov. 30, 2016 filing window will receive a pro-rated percentage, 92.5 percent, of the qualifying funding requested. In our case, that means we will be responsible for paying an additional \$348,835.92, which we did not budget or anticipate, in addition to the portion of the cost of services that we are already responsible for paying under the rules of the rural health care support mechanism.

We are Indian Health Service and Community Health Clinics. We cannot raise our service rates to compensate for this increase in costs for our network circuits. This will directly impact our patient programs in cuts to personnel, programs, direct health services and possibly result in closing one of the clinics. We will have to use Indian Health Service and Health Resources and Services Administration federal grant funds to pay for the increases.

We ask that you take steps to ensure both the near and long-term viability of the Rural Health Care Program to meet the increased demand for telemedicine services both in Alaska and across the country. We believe that the FCC should increase the budget for the rural health care support mechanisms to reflect inflation over the past two decades, as well as increased technology and telecommunications demands due to our HIPAA legal obligations, advances in telemedicine capabilities, changes in patient expectations and standards of care, and new demands from skilled nursing facilities.

In addition, please consider implementing an inflation adjustment mechanism for the future, and short-term measures to restore qualifying funding requests filed Sept. 1 – Nov. 30, 2016 to 100 percent.

Thank you for your support of this important program.

Sincerely,

Jennifer D. Harrison

CEO

CC:

The Honorable Senator Murkowski The Honorable Senator Sullivan The Honorable Congressman Young